

DOMINION ENERGY SOUTH CAROLINA, INC.

ELECTRICITY

## ATTACHMENT A

**VOLUNTARY RENEWABLE ENERGY ("VRE") RIDER FOR  
RENEWABLE GENERATION ("RG") SUPPLY AGREEMENTS**  
(Page 1 of 1)**Avoided Cost Calculation for Day-Ahead Hourly  
Energy and Capacity Value**

As allowed by the VRE Rider, the Customer and Supplier may agree to avoided cost payments based on one of two methods, 1) a levelized avoided costs for capacity and energy, or 2) a day-ahead hourly marginal energy and capacity cost. The day-ahead hourly marginal avoided energy and capacity costs shall be reflected in an Hourly Marginal Avoided Cost Rate calculated by the Company as follows.

**Hourly Marginal Avoided Cost Rate:**

The Hourly Marginal Avoided Cost Rate (Hourly Rate) applicable to each hour shall be equal to the following:

Hourly Rate = (Hourly Energy Charges + Rationing Charges).

- a. Hourly Energy Charges = Expected marginal production cost, and other directly-related costs for each hour as determined each day in advance by the Company.
- b. Rationing Charges = Marginal capacity costs during hours with an operating reserve constraint as determined each day in advance by the Company.
- c. Neither component of the Hourly Rate will be, under any circumstance, lower than zero.
- d. The Hourly Rate will reflect day-ahead costs as determined by the Company without true-up for actual costs.

The election for this rate must be made by the Customer and Supplier at the time the contract is executed and cannot be reconsidered after execution.